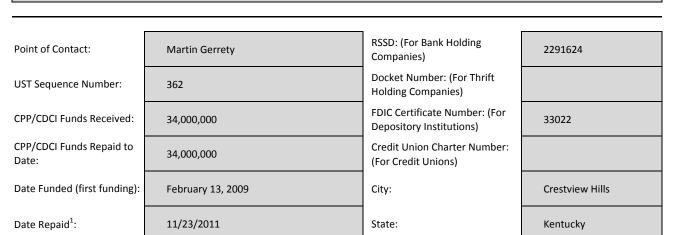


(Include Holding Company Where Applicable)

The Bank of Kentucky Financial Corporation

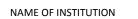


¹If repayment was incremental, please enter the most recent repayment date.

American taxpayers are quite interested in knowing how banks have used the money that Treasury has invested under the Capital Purchase Program (CPP) and Community Development Capital Initiative (CDCI). To answer that question, Treasury is seeking responses that describe generally how the CPP/CDCI investment has affected the operation of your business. We understand that once received, the cash associated with TARP funding is indistinguishable from other cash sources, unless the funds were segregated, and therefore it may not be feasible to identify precisely how the CPP/CDCI investment was deployed or how many CPP/CDCI dollars were allocated to each use. Nevertheless, we ask you to provide as much information as you can about how you have used the capital Treasury has provided, and how your uses of that capital have changed over time. Treasury will be pairing this survey with a summary of certain balance sheet and other financial data from your institution's regulatory filings, so to the extent you find it helpful to do so, please feel free to refer to your institution's quarterly call reports to illustrate your answers. This is your opportunity to speak to the taxpayers in your own words, which will be posted on our website.

What specific ways did your institution utilize CPP/CDCI capital? Check all that apply and elaborate as appropriate, especially if the uses have shifted over time. Your responses should reflect actions taken over the past year (or for the portion of the year in which CPP/CDCI funds were outstanding).

Х	Increase lending or reduce lending less than otherwise would have occurred.
	Although loans were relatively flat in 2011, as a result of diminish loan demand, the CPP has strengthened the Company's balance sheet
	and capital position and allowed the Company to remain committed to making credit available to fulfill the needs of its customers.







The Bank of Kentucky Financial Corporation	
To the extent the funds supported increased lending, please describe the major type of loans, if possible (residential mocommercial mortgage loans, small business loans, etc.).	ortgage loans,
X Increase securities purchased (ABS, MBS, etc.).	
The Company increased its investment in U.S. Government mortgage-backed securities by \$53 million dollars, or 53% in 20	
investments, provided incremental liquidity to the residential mortgage markets and at the same time obtained products	that generate
cash flow.	
Make other investments.	







(Inc	clude Holding Company Where Applicable)	1789
The	e Bank of Kentucky Financial Corporation	
	Increase reserves for non-performing assets.	
•		
	Reduce borrowings.	
	Reduce borrowings.	
	T	
	Increase charge-offs.	







The Bank of Kentucky Financial Corporation

Х	Purchase another financial institution or purchase assets from another financial institution.
	The Company purchased assets and liabilities from the United Kentucky bank of Pendleton county.
	Held as non-leveraged increase to total capital.
	Held as non-leveraged increase to total capital.
	Held as non-leveraged increase to total capital.
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	Held as non-leveraged increase to total capital.
	Held as non-leveraged increase to total capital.
	Held as non-leveraged increase to total capital.







The Bank of Kentucky Financial Corporation What actions were you able to avoid because of the capital infusion of CPP/CDCI funds?







The Bank of Kentucky Financial Corporation
What actions were you able to take that you may not have taken without the capital infusion of CPP/CDCI funds?





NAME OF INSTITUTION (Include Holding Company Where Applicable)

The Bank of Kentucky Financial Corporation

Please describe any other actions that you were able to undertake with the capital infusion of CPP/CDCI funds.